

FISCAL NOTE

HB 820 - SB 867

March 17, 2005

SUMMARY OF BILL: Increases the tire pre-disposal fee from \$1.00 per tire to \$1.25 per tire. Directs the Department of Environment and Conservation (E&C) to establish a program for the beneficial use of waste tires discarded from use in the state. Authorizes E&C to use funds available from the Solid Waste Management Fund (SWMF) to contract directly with an approved beneficial end user or its designated agent for the beneficial end use of waste tires. Authorizes E&C to use funds available from the SWMF to contract with multiple entities to effectuate a comprehensive waste tire management and disposal program for the beneficial end use of waste tires.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$1,100,000 / SWMF

Increase State Expenditures – Not Significant - One-Time / SWMF

Assumptions:

- FY2004 pre-disposal fee collections were approximately \$4.4 million.
- Collections have been consistent since FY2000.
- Increasing the fee by 25% would increase state revenues (earmarked to the SWMF) by approximately \$1.1 million (\$4.4 million X 25% = \$1.1 million).
- One-time state expenditures (from SWMF) for form changes is estimated as not significant.
- One-time state expenditures (from SWMF) for E&C to develop new tire disposal program are estimated as not significant.
- New tire disposal program requires equal amount of resources as compared to existing tire disposal program.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director